

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Salt Lake Field Office 2370 South 2300 West Salt Lake City, Utah 84119 ph: (801) 977-4300; Fax: (801) 977-4397 www.blm.gov/ut



IN REPLY REFER TO: 3600/U-77848 (UTW011)

Certified Mail Number – 7008 3230 0002 7182 0025 Return Receipt Requested

Mr. Todd Seiverling Interpace Holdings, LLC PO Box 12118 Ogden, Utah 84412 RECEIVED 1 5 2009 OCT 1 9 2009

DIV. OF OIL, GAS & MINING

Dear Mr. Seiverling:

This office recently received additional information related to your request to purchase mineral material (common clay) from public lands in the SE¼ of Section 26, T. 8 S., R. 5 W., in Tooele County, Utah. The project area in your proposal includes an access road, material removal areas, stockpile areas, and staging areas. The combined area you have proposed to disturb is less than 5 acres.

This letter is to notify you that in addition to the cost of the mineral materials sold, the Bureau of Land Management (BLM) is required to charge applicants for the costs of processing a mineral material sale.

Processing Fee Category

The Independent Offices Appropriation Act of 1952 (IOAA), 31 U.S.C. 9701 authorizes federal agencies to charge processing costs. The IOAA also states that these charges should pay for the agency services, as much as possible. BLM also has specific authority to charge fees for processing applications and other documents relating to public lands under Section 304 of the Federal Land Policy and Management Act of 1976 (FLPMA) 43 U.S.C. 1734. The IOAA and Section 304 of FLPMA authorize BLM to charge applicants for the cost of processing documents by issuing regulations. The final cost recovery rule, which was published in the Federal Register on October 7, 2005 (70 FR 58854), provides for fixed fees as well as case-by-case fees. A negotiated mineral material sale has been designated as a case-by-case basis as per 43 CFR 3000.11(a).

BLM estimates a cost of \$1,510.00 to complete the processing for your proposal to purchase mineral material. Therefore, a processing fee in the amount of \$1,510.00 must be provided to the Salt Lake Field Office before processing can begin. You have thirty (30) days from the receipt of this letter to agree to the estimated costs, provide comments concerning the cost estimate or to cancel your request for the mineral material contract. If you agree with the fee, sign and date the enclosed form and return it along with a check for the estimated amount to the Salt Lake Field Office. The check should be made out to the Bureau of Land Management – Department of the Interior (BLM-DOI). If you wish to provide comments on the estimated fee, you have 30 days from the date of receipt of this letter to make such comments.

The BLM will review your comments and make any adjustments as necessary. After the 30 day comment period is over, BLM will submit a written final fee estimate accompanied by a bill which will be mailed to you. After you receive the bill, your payment is due within 30 days. BLM will bill for the entire amount. If in processing the application we encounter higher costs than anticipated we will provide a revised estimate, but processing will not stop. If the bill is less than estimated then BLM will refund any unused funds.

In addition, BLM requests that you flag on the ground, the proposed project boundaries including the access road, material removal areas, stockpile areas, and staging areas. After the site is flagged, we will schedule an on-site visit so you can point out the features of your proposed mining activities.

As previously stated, BLM will only allow a small material stockpile at the site during the 3-4 week mining period each year described in your mining plan. At the end of every 3-4 week mining period each year you will be required to remove all excavated material, secure the site, and re-contour the pit. This is in addition to the final reclamation that will be required at the conclusion of your contract.

If you have any questions, or require additional information, please contact Stephen Allen of my staff at (801) 977-4360.

Sincerely,

Michael G. Nelson

Assistant Field Manager

Miles Culin

Nonrenewable Resources

Paul Baker, Utah Division of Oil, Gas and Mining

cc:

<u>INITIAL</u> FEE ESTIMATE FOR CASE – BY – CASE PROCESSING Energy & Mineral Resources Cost Recovery

Application Serial Number: <u>U-77848, Mineral Material S</u> Applicant: <u>Interpace Holdings, LLC</u> Address: <u>PO Box 12118</u>	<u>ale</u>
Agent: Todd Seiverling Address Same	
Application For: Mineral Material Sale	
Location: T. 8 S., R. 5 W., Section 26, SE ¹ / ₄	
Other pertinent information	
Estimated Processing Requirements: Is NEPA analysis required? NoYes X Type EISEAOther_CX If "yes" will BLM perform NEPA analysis? Yes X_ No If "no" name of 3 rd party contractor: N/A	
Brief description of Processing Step	Estimated Processing Cost
1. NEPA Review	<u>\$1,510.00</u>
Total Estimated Fee: \$1,510.0	<u>00</u>
Approved by: Medeal & Luly BLM Authorized Officer	Date: 10-14-09
Approved By:	Date: